

May 12, 2010

ITEM NO. A3

**AUTHORIZATION TO EXERCISE THE THIRD ONE (1) YEAR OPTION TO EXTEND
CONTRACT NO. 6036 WITH SENTINEL TECHNOLOGIES FOR CISCO EQUIPMENT
MAINTENANCE SERVICES**

To the Honorable Board of Commissioners:

RECOMMENDATION

It is recommended that the Board of Commissioners ("Board") authorize the Chief Executive officer or his designee to exercise the third one (1) year option to extend Contract No. 6036 ("Contract") with Sentinel Technologies for Cisco Equipment Maintenance Services, for a twelve (12) month period, and to increase the Contract amount by \$208,736.00. The Contract's new aggregate amount will be \$1,035,964.00.

RECOMMENDATION SUMMARY

Funding Code: General Fund

Vendor: Sentinel Technologies
2550 Warrenville Road
Downers Grove, IL 60515

Contract Type: Firm Fixed
Contract No. 6036
Original Contract Amount: \$ 410,265.00
First Option Amount: \$ 208,736.00
Second Option Amount: \$ 208,227.00
Third Option Amount: \$ 208,736.00
New Total Contract Amount: \$ 1,035,964.00

Original Contract Period: June 1, 2006 through May 31, 2008 (24 months)
First Option Period: June 1, 2008 through May 31, 2009 (12 months)
Second Option Period: June 1, 2009 through May 31, 2010 (12 months)
Third Option Period: June 1, 2010 through May 31, 2011 (12 months)

M/W/DBE Participation:

Direct 20 %MBE %WBE %DBE
Indirect: %MBE %WBE %DBE
Waiver (Yes/No)

Section 3:

_____ (#) Hiring _____ (\$) Subcontracting \$15,531.83 (\$) Other Economic Opportunities

GENERAL BACKGROUND

The Office of Information Technology Services is responsible for ensuring that the Chicago Housing Authority's ("CHA") technical infrastructure and essential applications are continuously maintained to support the agency's operations. Prudent business practices dictate having maintenance and service agreements in place to ensure critical business functions are maintained in good working order on an ongoing basis and restored quickly and efficiently in the event of a disruption or other impact.

The CHA issued Invitation for Bid ("IFB") #01446 on February 23, 2006. This IFB competitively solicited qualified firms and/or individuals who could provide Cisco equipment maintenance to the CHA. On March 21, 2006, eight responses were received. Of the eight received, two were deemed nonresponsive, due to a failure to accurately respond to the specified scope of services.

In May of 2006, the CHA entered into a maintenance contract with Sentinel Technologies for Cisco Maintenance Services. The contract was awarded for the firm fixed price of \$410,265.00 for a two (2) year base term, with the option of three (3) one (1) year term extensions. The one year term extension options were fixed at an amount not to exceed \$208,736.00 per extension year.

Based on the foregoing, it is in the best interest of the CHA to authorize the Chief Executive Officer or his/her designee, to exercise the third one (1) year option extension with Sentinel Technologies for the period of June 1, 2010 through May 31, 2011 for an amount of \$208,736.00 to provide Cisco Equipment Maintenance. The Contract's new aggregate amount will be \$1,035,964.00.

RESOLUTION NO. 2010-CHA-57

WHEREAS, the Board of Commissioners has reviewed the Board Letter dated May 12, 2010, entitled “AUTHORIZATION TO EXERCISE THE THIRD ONE (1) YEAR OPTION TO EXTEND CONTRACT NO. 6036 WITH SENTINEL TECHNOLOGIES FOR CISCO EQUIPMENT MAINTENANCE SERVICES”,

THEREFORE, BE IT RESOLVED BY THE CHICAGO HOUSING AUTHORITY

THAT The Board of Commissioners authorizes the Chief Executive Officer or his designee to exercise the third one (1) year extension option with Sentinel Technologies, for Cisco Equipment Maintenance Services, in an amount not-to-exceed \$208,736.00.

